Canadian Bronze Company, Limited

Montreal, Canada

Annual Report

1932

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CANADIAN BRONZE COMPANY,
LIMITED

Owning and Operating

MONTREAL BRONZE, LIMITED
NORTHWESTERN BRASS, LIMITED
ST. THOMAS BRONZE CO., LIMITED
DIAMOND BRONZE COMPANY, INC.
WINNIPEG BRASS LIMITED

CANADIAN BRONZE COMPANY,

LIMITED

DIRECTORS

SIR CHARLES B. GORDON, G.B.E. — SIR HERBERT S. HOLT

ALBERT E. DYMENT — ERNEST R. DECARY

ROSS H. MCMASTER — WILLIAM L. BAYER

RICHARD O. JOHNSON — H. CARSON FLOOD

P. R. DIAMOND

OFFICERS

P. R. DIAMOND, *Chairman of the Board.*

W. L. BAYER, *President and Managing Director.*

R. J. KING, *Treasurer.*

W. C. PAQUETTE, *Secretary.*

Solicitors

WAINWRIGHT, ELDER & MCDOUGALL

Executive Offices

999 DELORIMIER AVENUE · MONTREAL

Canadian Bronze Company, Limited

To The Shareholders:

Your Directors take pleasure in submitting the Company's Income Account and Balance Sheet, showing the results of the past year's business and the financial position of the Company as of December 31st, 1932.

Although the reduced buying power of the Railroads, upon whom your Company is dependent for the bulk of its business, and the low volume of industrial work is reflected in your earnings and balance sheet, your Company has been able to make a reasonable showing for the year—the high efficiency of your Plants and the strictest economy in operations have contributed to this result.

You will note in the Balance Sheet that your Company's security investments have been written down to market values and the full depreciation from cost has been charged to surplus. Your working capital is adequate for the handling of a much greater volume of business than is immediately available.

The Dividend on your common stock was maintained during 1932 at the reduced rate of $1.25 per share which resulted in a charge against surplus of approximately $36,000.00.

With its modern, well-located Plants and highly trained organization, your Company is in a position to benefit by the first upturn in business, particularly in railroad traffic as replacement of worn-out equipment constitutes a large proportion of your business with the railroads. Any recovery in the volume of traffic from the abnormally low level of today should be quickly reflected in your earnings.

Your Directors wish to express their appreciation of the efficient work of the employees and the fine spirit of co-operation which has prevailed throughout the entire organization during these trying times.

On behalf of the Board of Directors.

W. L. BAYER, *President.*

CANADIAN BRONZE

AND SUBSIDIA

Consolidated Balance Shee

ASSETS

CURRENT:			
Cash on hand and in banks		34,927.56	
Accounts Receivable		130,204.04	
Inventories of Raw Material, Goods in Process, and Finished Stock	381,307.94		
Less—Inventory of Raw Materials held for Customers' Account	35,592.31	345,715.63	510,847.23
INVESTMENTS—			
IN MARKETABLE SECURITIES		396,348.99	
Less—Reserve against Depreciation in Value		168,811.72	
(Approximate Market Value—$228,548.45)		227,537.27	
Interest accrued to date		1,982.75	229,520.02
DEFERRED CHARGES TO OPERATIONS			1,469.38
FIXED:			
Real Estate, Buildings, Machinery and Tools, Plant, Patterns, Office Furniture and Fixtures		1,177,758.63	
Less—Reserve for Depreciation		431,983.71	745,774.92
CONTRACTS, RIGHTS, PATENTS AND GOODWILL			1.00
			$1,487,612.55

AUDITORS' CERTIFICATE

TO THE SHAREHOLDERS,

CANADIAN BRONZE COMPANY, LIMITED, MONTREAL.

We have audited the books and accounts of Canadian Bronze Company, Limited and its Subsidiary Companies for the year ended 31st December, 1932, and we have received all the information and explanations which we have required.

We certify that, in our opinion, the above Balance Sheet is properly drawn up so as to exhibit a true and correct view of the state of the Companies' affairs, according to the best of our information and the explanations given to us, and as shown by the books of the Companies.

(Signed) CLARKSON, McDONALD, CURRIE & Co.,
Chartered Accountants

MONTREAL, 25th January, 1933.

COMPANY, LIMITED

Y COMPANIES

s at 31st December, 1932

LIABILITIES

CURRENT:			
Accounts Payable and Accrued Liabilities—including Provision for Total 1932 Income Taxes		66,369.50	
Dividends Payable 1st February, 1933:			
Preferred	21,875.00		
Less—Dividends on Shares purchased for Redemption	9,275.00	12,600.00	
Common		25,000.00	103,969.50
INSURANCE RESERVE			12,029.01
7% CUMULATIVE SINKING FUND PREFERRED STOCK:			
Authorized—			
15,000 Shares—$100 par value	$1,500,000.00		
Issued and Paid Up—			
12,500 Shares		1,250,000.00	
5,300 Shares—Purchased for Redemption and Cancellation		530,000.00	
7,200 Shares—in hands of Public			720,000.00
COMMON STOCK AND SURPLUS:			
Common Stock—without Nominal or Par Value:			
Authorized—			
100,000 Shares			
Issued and Paid-Up—			
80,000 Shares		197,395.24	
Surplus—as per Consolidated Statement of Profit and Loss		325,187.53	
Preferred Stock Sinking Fund—			
Provided out of Profits to 31st December, 1931	123,184.54		
Less—Adjustment due to Additional Income Taxes for 1930 and 1931	1,300.00		
	121,884.54		
Provided out of 1932 Profits and applied in purchases prior to 31st December, 1930	7,146.73	129,031.27	651,614.04
			$1,487,612.55

Approved on behalf of the Board:

C. B. GORDON
H. S. HOLT } *Directors.*

Canadian Bronze Company, Limited

AND SUBSIDARY COMPANIES

Consolidated Statement of Profit and Loss for the year ended 31st December, 1932

Operating Profits— transferred from Subsidiary Companies, after providing for Depreciation and Total 1932 Income Taxes		105,894.60	
Net Revenue— from Investments, Interest and Rentals		15,972.74	
Net Profits—for the Year			121,867.34
Deduct—Preferred Dividends— Paid and Payable	87,500.00		
Less—Dividends on Shares purchased for redemption	37,100.00	50,400.00	
Provision for Sinking Fund— for Redemption of Preferred Shares		7,146.73	57,546.73
Balance of Profits—for the Year			64,320.61
Add —Balance brought forward from previous year		470,566.92	
Adjustment of Preferred Stock Sinking Fund due to additional Income Taxes for 1930 and 1931		1,300.00	471,866.92
			536,187.53
Deduct—Common Dividends—Paid and Payable		100,000.00	
Provision for Depreciation in value of Investments		105,000.00	
Additional Income Tax for 1931		6,000.00	211,000.00
Balance—as per Consolidated Balance Sheet			$ 325,187.53

Canadian Bronze Company,
LIMITED

Works located at
MONTREAL, Quebec
ST. THOMAS, Ontario
WINNIPEG, Manitoba
CALGARY, Alberta
LYNDONVILLE, Vermont

Transfer Agents:
The Royal Trust Company
Montreal *and* Toronto

Registrars:
The Toronto General Trusts Corporation
Montreal *and* Toronto

CANADIAN
BRONZE
COMPANY LTD